SOCIAL SERVICES CENTRAL TRUST ACCOUNT

FINANCIAL STATEMENTS

For the Year Ended March 31, 2011

Provincial Auditor Saskatchewan

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SASKATCHEWAN

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Social Services Central Trust Account, which comprise the statement of net assets available for benefits as at March 31, 2011, and the statement of changes in net assets available for benefits for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the net assets available for benefits of the Social Services Central Trust Account as at March 31, 2011, and the changes in net assets available for benefits for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
June 27, 2011

Bonnie Lysyk, MBA, CA
Provincial Auditor

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS
As at March 31

	Armour Trust	Balison Trust	Client's Trust	Total 2011	Total 2010
ASSETS					
Due from the General Revenue Fund (note 3)	$77,693	$201	$20,482	$98,376	$78,621
Accrued Interest	216	1	--	217	51
Accounts Receivable	--	--	37	37	--
	$77,909	$202	$20,519	$98,630	$78,672
FUND BALANCE					
Net assets available for benefits	$77,909	$202	$20,519	$98,630	$78,672

(see accompanying notes to the financial statements)

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
Year Ended March 31

	Armour Trust	Balison Trust	Client's Trust	Total 2011	Total 2010
Increase (decrease) in assets					
- Interest	$ 634	$ 2	$ --	$ 636	$ 219
- Accounts Receivable	--	--	37	37	--
- Estate/Client distributions	(1,197)	--	(1,262)	(2,459)	(2,322)
- Received on behalf of Clients	--	--	21,744	21,744	--
Total increase (decrease) in assets	$ (563)	$ 2	$20,519	$19,958	$(2,103)
Net assets available for benefits, beginning of year	78,472	200	--	78,672	80,775
Net assets available for benefits, end of year	$77,909	$202	$20,519	$98,630	$78,672

(see accompanying notes to the financial statements)

SOCIAL SERVICES CENTRAL TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2011

1. Authority and purpose of Trust

The Social Services Central Trust Account (Trust Account) was established under Section 13 of *The Department of Social Services Act*.

In accordance with Section 15 of *The Department of Social Services Act*, the Ministry administers funds received from the Armour and Balison Estates.

The Armour Trust funds are held for the benefit of Dales House, an institution operated by Social Services.

The Client's Trust funds is used to hold, in trust, money belonging to designated clients. It contains a separate account for each client which provides a record of that client's transactions.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles applicable to not-for-profit entities and include the following significant accounting policy.

Estate distributions to the trusts are recorded as an increase in net assets available for benefits in the period they are distributed.

A cash flow statement has not been presented since the cash flow information is readily apparent from the other financial statements.

3. Due from General Revenue Fund

The trust funds are included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the Trust Account's bank account using the Government's 30 day borrowing rate and the Trust Account's average daily bank account balance. The Government's average thirty day borrowing rate for the year is 0.80% (2010-0.27%).

4. Related party transactions

In accordance with established government practice, the Trust Account has not been charged with any occupancy costs and no provision for such costs is reflected in these statements. These costs, together with certain general administrative and employee benefit costs, are absorbed by the Ministry of Social Services appropriation.

5. Financial instruments

The Trust Account's financial instruments consist of due from General Revenue Fund, accrued interest, and accounts receivable. There are no significant terms and conditions related to the financial instruments that may affect the amount, timing and certainty of future cash flows. The fair value of these instruments approximates carrying value due to the immediate or short-term maturity. These instruments have no significant interest rate or credit risk.